



Legislative Summary

1999–2000 Session



*California Public Employees' Retirement System
Office of Governmental Affairs*

Legislative Summary 1999-2000

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Introduction

This booklet provides a summary of legislation from the 1999-2000 Regular Session of the California Legislature that impacts the California Public Employees' Retirement System (CalPERS). The format for this summary has been substantially revised from previous editions and contains two main parts: 1) a list of legislative bills by subject and 2) a summary of legislation by bill number.

The list of legislative bills by subject identifies the bill number, author, topic, and final status for each bill pertaining to that subject. Under each subject heading, the bills are listed in bill number order grouped by each status type: enacted, vetoed, or failed. Bills listed with an asterisk (*) in the status column contained provisions pertaining to that subject at some point during the legislative session, but were subsequently amended to no longer relate to that subject. Bills with provisions pertaining to multiple subjects are listed under each applicable subject heading.

The summary of legislation by bill number presents, in bill number order, the bill number, author, final status, CalPERS Board position (if any), title, and summary for each bill identified in the list of legislative bills by subject. For bills that were enacted as an urgency statute, the last line of the summary states "urgency measure" and notes the effective date of the bill. The effective date for all other bills enacted without an urgency provision is January 1 following the year of enactment.

This booklet also contains a cross-reference to the chapter number for all bills included in this summary that were enacted during the 1999-2000 legislative session. This cross-reference is organized in two ways: first by bill number and then by chapter number.

This publication is prepared by CalPERS Office of Governmental Affairs. We hope you find this summary of legislation a useful reference and welcome your suggestions for improving future editions.



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List of Legislative Bills by Subject

1999-2000 Session



List of Legislative Bills by Subject

General Provisions and Administration

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 649	Machado	Dept. of Personnel Administration Omnibus Bill	Enacted
AB 813	A PER&SS	CalPERS Omnibus Technical Bill	Enacted
AB 1889	Cedillo	Prohibited Use of State Funds	Enacted
AB 2539	A Judiciary	Code Maintenance	Enacted
AJR 9	Correa	Resolution Against Mandatory Social Security Coverage	Enacted
SB 129	Peace	Privacy Protection	Enacted
SB 402	Burton	Binding Arbitration for Local Law Enforcement Officers and Firefighters	Enacted
SB 966	S Judiciary	Code Maintenance	Enacted
SB 1998	S PE&R	CalPERS Omnibus Technical Bill	Enacted
AB 1759	Papan	Public Records; Internet Reporting	Vetoed
SB 73	Murray	Small Business Participation Goals	Vetoed
SB 528	Burton	SB 400 Clean-up	Vetoed
AB 2100	Dutra	California Electronic Government and Information Act	Failed
AB 2118	Bock	Feasibility of Merging CalSTRS and CalPERS	Failed
SB 1767	Bowen	Identity Theft	Failed
SCA 16	Burton	Retirement System Expenditures and Independent Actuarial Review	Failed

Investments

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
SB 105	Burton	Investments; Northern Ireland	Enacted
SB 1245	Hayden	Investments; Compensation to Victims of WWII Slave and Forced Labor	Enacted
SB 2122	Ortiz	Joint Retirement System Investment Information Sharing Act	Enacted
AB 107	Knox	Tobacco Divestment	Failed
AB 2745	Kaloogian	State Investment Transparency and Disclosure Act	Failed
SB 1928	Haynes	Investments in Foreign Companies; National Security Risks	Failed

Membership and Classifications

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 96	Shelley	San Francisco County Local Sheriffs	Enacted
AB 439	Pescetti	Santa Clara County Park Rangers	Enacted
AB 799	Keeley	Monterey County Peace Officers	Enacted
AB 1013	Scott	State Safety Employees Election	Enacted
ACA 12	Papan	Legislators Optional CalPERS Membership (Referendum – Proposition 33 on November 2000 Ballot)	Enacted
SB 401	Karnette	State Safety Member Designation	Enacted
SB 1694	Ortiz	Membership Election; CalPERS and CalSTRS	Enacted
SB 2140	Burton	Trial Court Employment Protection and Governance Act	Enacted
AB 2458	Wesson	State Safety for Certain Department of Justice Employees	Vetoed
AB 553	Strom- Martin	Local Safety for Child Protective Service Workers	*
AB 2620	Pescetti	City of Sacramento Local Police	Failed
SB 399	Ortiz	Second Tier Closed to New State Employees	*
SB 2206	Brulte	Riverside County Peace Officers	Failed

Contracts

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 448	Floyd	Local Agency Contract Amendments	Enacted
AB 2285	Florez	Rehabilitation Facilities as Contracting Agencies	Enacted
SB 583	Baca	Risk Pools for Schools and Local Agencies	Enacted
SB 2140	Burton	Trial Court Employment Protection and Governance Act	Enacted
SB 339	Baca	Risk Pools for Schools and Local Agencies	*

* Later version(s) of this bill do not include this subject matter

Contributions for Retirement

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 2177	A PER&SS	Social Security Offset Elimination for School Members	Enacted
SB 399	Ortiz	State Member Contributions - Units 4 and 15	Enacted
SB 615	Burton	State Patrol Member Contributions	Enacted
SB 1910	Dunn	Member Contributions for State POFF Supervisors	Enacted
AB 2030	Correa	Local Agency Miscellaneous Member Contributions	*
AB 2274	Cedillo	School Member Contributions	Failed
SB 401	Karnette	Reduce School Member Contributions if Zero Employer Rate	*

Service Credit

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 596	Honda	Peace Corps and America Corps:VISTA Service Credit	Enacted
AB 738	Davis	Credit for Unused Educational Leave	Enacted
AB 2177	A PER&SS	Compensation and Service Credit for School Members	Enacted
AB 2840	A PER&SS	Service Credit Costing	Enacted
SB 615	Burton	State Patrol Members' Prior State POFF Service	Enacted
SB 234	Hughes	Additional Service Credit	Vetoed

Retirement - Service and Disability

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 419	Firebaugh	Disability Retirement Effective Date	Enacted
AB 1323	Scott	One-year Final Compensation for Retired Legislative Employees	Enacted
AB 2177	A PER&SS	Eliminate Social Security Offset for School Members	Enacted
AB 2331	Floyd	Reciprocity; Period Between Employment	Enacted
SB 138	O'Connell	Option 5 for State Patrol Members	Enacted
SB 397	Ortiz	Local Agency Golden Handshake	Enacted

* Later version(s) of this bill do not include this subject matter

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
SB 400	Ortiz	CalPERS' Benefit Equity for State and School Members	Enacted
SB 615	Burton	DROP feasibility for State Patrol Members and Correctional Officers	Enacted
SB 1073	S PE&R	Temporary Disability Allowance for State Employees	Enacted
AB 2338	Floyd	City of Long Beach Benefit Formulas	Vetoed
AB 2642	Calderon	Local Agency and 1937 Act System Benefit Formulas	Vetoed
SB 528	Burton	SB 400 Clean-up	Vetoed
SB 1312	Ortiz	Deferred Retirement Option Program (DROP) for State and Local Agencies	Vetoed
AB 448	Floyd	Industrial Disability Allowance Limitation	*
AB 821	A PER&SS	One-Year Final Compensation for School Members	*
AB 2030	Correa	DROP for Local Agencies	Failed
SB 396	Ortiz	DROP Authorization	Failed
SB 1396	Hughes/ Alpert	San Diego County Office of Education - State and School Benefits	*
SB 1797	Alpert	Post-Retirement Employment; Teaching	Failed

Benefit Limits

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
SB 138	O'Connell	85% for State Patrol Members	Enacted
SB 615	Burton	90% for State POFF Members	Enacted
SB 800	Dunn	85% for Local Safety Members	Enacted
AB 2030	Correa	90% for Local Safety Members	*
SB 339	Baca	85% for Local Safety Members	*
SB 498	Schiff	90% for Local Safety Members	Failed

* Later version(s) of this bill do not include this subject matter

Benefit Maintenance

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 1009	Correa	80% PPPA Guaranteed for Local Agency Retirees	Enacted
AB 1937	Correa	Ad Hoc Increase for Local Agency Retirees	Enacted
SB 400	Ortiz	CalPERS' Benefit Equity for State and School Members	Enacted
SB 234	Hughes	PPPA for Retirees; Employer Cross-Subsidization	Vetoed
SB 1638	Burton	Minimum Allowance for Retirees	Vetoed
AB 167	Honda	3% COLA for School Members	Failed
AB 227	Wildman	Ad hoc Increase for State Members	Failed
AB 2463	Wiggins	Annual COLA Payment Date	*
SB 311	Perata	3% COLA for State Retirees	Failed
SB 1396	Hughes/ Alpert	San Diego County Office of Education – State and School Benefits	*
SB 1446	Hughes	80% PPPA Guaranteed for State and School Retirees	Failed
SB 1697	Ortiz	Benefit Increase for State Retirees	Failed

Survivor Benefits

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 50	Migden	\$2,000 Death Benefit for School Retirees	Enacted
AB 99	Cedillo	Fifth Level 1959 Survivor Benefit for Local Agencies	Enacted
AB 232	Alquist	Remarriage Penalty Elimination for Survivors of Local Agency Members	Enacted
AB 2621	Pacheco, Rod	Pre-Retirement Death Benefits – Eligible Children; Special Death Benefit Increases	Enacted
SB 138	O'Connell	Fifth Level 1959 Survivor Benefits for State Members	Enacted
SB 400	Ortiz	CalPERS' Benefit Equity for State and School Members	Enacted
SB 401	Karnette	State Member Alternate Death Benefit – Option 2	Enacted
SB 1695	Ortiz	Alternate Death Benefit for Local Firefighter Members	Enacted

* Later version(s) of this bill do not include this subject matter

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 363	Migden	\$5,000 Death Benefit for School Retirees	Vetoed
AB 428	Correa	\$5,000 Death Benefit for State Retirees	Vetoed
AB 738	Davis	Pre-retirement Death Benefits for State Members	*
AB 1829	Correa	\$5,000 Death Benefit for State and School Retirees	Failed
AB 2615	Pacheco, Rod	Special Death Benefit Increases	Failed

Supplemental and Defined Contribution Plans

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 448	Floyd	Part-Time School Employees Alternative Plan; Development and Administrative Costs	Enacted
SB 522	C. Wright	Supplemental Contributions Program	Enacted
SB 583	Baca	Supplemental Defined Benefit Plans	Enacted
AB 2911	A Judiciary	Supplemental Contributions Program Participation for JRS and JRS II Members	Vetoed
SB 325	Brulte	Defined Contribution Plan Participation for Exempt State Employees	Failed
SB 401	Karnette	School Member Contributions and Supplemental Contributions Program	*

Health Benefits, Long Term Care, Dental and Vision

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 26	Migden	Domestic Partners; PEMHCA Eligibility	Enacted
AB 88	Thomson	Mental Health Parity	Enacted
AB 211	Romero	PEMHCA Eligibility for Part-time CSU Employees	Enacted
AB 649	Machado	Dept. of Personnel Administration Omnibus Bill	Enacted
AB 1013	Scott	Special Definitions for PEMHCA Eligibility; Vesting for Annuitant Health Benefits	Enacted
AB 1528	Strom-Martin	Special Definition for PEMHCA Eligibility; Vesting for Annuitant Dental Benefits	Enacted

* Later version(s) of this bill do not include this subject matter

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 1639	A PER&SS	Limited-Term Continuation of Employer Contribution for Health, Dental, and Vision Benefits for Survivors of State Employees	Enacted
AB 2383	Keeley	PEMHCA Flexibility	Enacted
AB 2463	Wiggins	Health Benefits Enrollment for Eligible Annuitants	Enacted
SB 64	Solis	Enhanced Coverage for Diabetes Treatment	Enacted
SB 138	O'Connell	Vesting for Post-Retirement Dental Benefits	Enacted
SB 401	Karnette	Special Definitions for PEMHCA Eligibility; Health and Dental Benefits for Survivors; Vesting Requirements for Annuitant Dental Benefits	Enacted
SB 514	Chesbro	Rural Health Care Equity Trust Fund for State Members	Enacted
SB 2140	Burton	Trial Court Employment Protection and Governance Act	Enacted
AB 366	Scott	Health Benefits Enrollment for Eligible Annuitants	Vetoed
AB 688	Steinberg	State Employer Contribution for Health Benefits	Vetoed
AB 2338	Floyd	Local Agency Contribution for Annuitant Health Benefits	Vetoed
AB 2421	Migden	Domestic Partners	Vetoed
SB 1880	Sher	Pharmaceutical Assistance Program Study	Vetoed
AB 107	Knox	Domestic Partners	Failed
AB 345	Vincent	Local Agency Health Benefits Contribution for Elected Officials	*
AB 1751	Kuehl	Health Plan Contracts; Arbitration	Failed
AB 2019	Wildman	Vision Care Benefits for State Retirees	Failed
AB 2281	Alquist	Long Term Care Insurance; Income Tax Deduction	Failed
SB 169	Speier	Health Plan Contracts	Failed
SB 276	Polanco	Healthy Californians Act of 2000	Failed
SB 468	Polanco	Mental Health Parity	Failed
SB 1922	Speier	Uniform Prescription Copayments	Failed

Legislators' Retirement System

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 817	Correa	Legislators' Retirement System Contributions	Enacted
ACA 12	Papan	Legislators Optional CalPERS Membership (Referendum – Proposition 33 on November 2000 Ballot)	Enacted
SB 528	Burton	Eligibility for Benefits; Post-Retirement Public Office	Vetoed

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Judges Retirement System (JRS I)

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 1955	Migden	Extended Service Incentive Program	Enacted
SB 857	Peace	Benefits for Former Spouses	Enacted
SB 976	Perata	Survivor Benefits	Enacted
AB 2911	A Judiciary	Supplemental Contributions Program Participation	Vetoed
AB 1639	A PER&SS	Judges' Retirement System Funding	*

Judges Retirement System (Tier II) (JRS II)

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
SB 857	Peace	Benefits for Former Spouses	Enacted
SB 976	Perata	Survivor Benefits	Enacted
AB 2911	A Judiciary	Supplemental Contributions Program Participation; JRS II Reciprocity	Vetoed

Budget Act

<i>Bill Number</i>	<i>Author</i>	<i>Topic</i>	<i>Status</i>
AB 232	Alquist	State Employer Retirement Contributions and Augmentation for Item 9650 in Budget Act 1999-2000	Enacted
AB 1740	Ducheny	Budget Act for 2000-2001 Fiscal Year	Enacted
SB 160	Peace	Budget Act for 1999-2000 Fiscal Year	Enacted
SB 339	Burton	Augmentation for Item 9800 in Budget Act 1999-2000	Enacted
SB 1998	S PE&R	Augmentation for Item 9650 in Budget Act 2000-2001	Enacted

* Later version(s) of this bill do not include this subject matter

Summary of Legislation by Bill Number

1999-2000 Session



SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 26 Migden Chapter 588, Statutes of 1999		Domestic Partners; PEMHCA Eligibility Defines domestic partners, provides for registration of domestic partnerships with the Secretary of State, and specifies procedures for termination of domestic partnerships. Specifies group health and disability plan coverage requirements and health facility visitation rights for domestic partners. Provides that, upon election by the employer, "eligible family members" includes domestic partners, as defined, for PEMHCA coverage during the lifetime of the eligible member.
AB 50 Migden Chapter 947, Statutes of 2000	Co-Sponsor	\$2,000 Death Benefit for School Retirees Increases the minimum death benefit for retired classified school members from \$600 to \$2,000 for deaths occurring on or after January 1, 2001.
AB 88 Thomson Chapter 534, Statutes of 1999	Support	Mental Health Parity Requires health plans to cover expanded mental health benefits by removing current benefit limits for certain mental health disorders, as defined.
AB 96 Shelley Chapter 871, Statutes of 2000		San Francisco County Local Sheriffs Creates a new local membership classification, "local sheriff," that will, subject to contract amendment, apply only to specified employees of the sheriff's office in San Francisco County. It adds local sheriff to the definition of local safety member and provides that persons in the new local sheriff classification would no longer be included in the county peace officer classification.
AB 99 Cedillo Chapter 801, Statutes of 1999	Sponsor	Fifth Level 1959 Survivor Benefit for Local Agencies Provides contracting agencies a new, optional pre-retirement death benefit indexed to avoid erosion due to inflation for members not covered by Social Security.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 107 Knox Failed Passage	Oppose	Tobacco Divestment Prohibits CalPERS and CalSTRS from making new or additional investments in tobacco companies beginning January 1, 2001, and requires divestment of existing investments by July 1, 2002. Present and former Board members, officers, employees, and contracted investment managers will be indemnified by the State General Fund from all claims, demands, suits, actions, etc., incurred as a result of the required divestment. Domestic Partners Prior to 2/29/00, this bill provided state and local agency employers the option to expand the definition of family members eligible for health plan coverage under PEMHCA to include domestic partners, as defined.
AB 167 Honda Failed Passage	Co-Sponsor	3% COLA for School Members Increases from a maximum of 2% to a flat 3% the annual cost-of-living adjustment for School members.
AB 211 Romero Chapter 12, Statutes of 2000	Support	PEMHCA Eligibility for Part-Time CSU Employees Expands the eligibility for health benefit coverage to include certain part-time employees of the California State University (CSU), providing coverage is agreed to in a Memorandum of Understanding (MOU), or authorized by the California State University Trustees for excluded employees.
AB 227 Wildman Failed Passage	Support	Ad Hoc Increase for State Members Provides an ad hoc increase of up to 5% to the monthly allowance of State members who retired or died between January 1, 1981 and January 1, 1990. Also increases the base allowance upon which all future annual adjustments will be made.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 232 Alquist Chapter 800, Statutes of 1999	Sponsor	Remarriage Penalty Elimination; State Employer Contributions Provides that survivor continuance allowances and pre-retirement death benefits to surviving spouses of local members not be reduced or eliminated if they remarry and, upon individual inquiry, restores the monthly allowances that were eliminated due to remarriage. Reduces the State's employer contribution for the 1999-2000 fiscal year as specified in the Budget Act if SB 400 becomes operative. Clarifies that once the Department of Personnel Administration makes the benefits provided by SB 400 applicable to excluded employees, that action is irrevocable. Corrects 1999-2000 Budget Act appropriations for Item 9650 for State employer contributions for annuitant health and dental benefits.
AB 345 Vincent Senate Appropriations Committee		Local Agency Health Benefits Contribution for Elected Officials Prior to 9/03/99, this bill would permit local employers to make a contribution for health benefits under PEMHCA on behalf of local elected officials, as specified. As amended on 9/03/99, creates the Governor's Council on Workforce Investment and Economic Development to implement the Federal Workforce Investment Act of 1998.
AB 363 Migden Vetoed	Support	\$5,000 Death Benefit for School Retirees Changes the statutory lump-sum death benefit payable to survivors of retired school members to \$5,000.
AB 366 Scott Vetoed	Co-Sponsor	Eligibility for Health Benefits Enrollment Permits CalPERS members who were eligible but not enrolled for health benefits at the time of separation from employment to apply for health coverage at the time of retirement or during any open enrollment period.
AB 419 Firebaugh Chapter 346, Statutes of 2000	Sponsor	Disability Retirement Effective Date Establishes the effective date of disability retirements as the day following the last day of payroll rather than the first of the month in which the application is received, if the application is received within nine months of discontinuation of employment.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 428 Correa Vetoed	Support	\$5,000 Death Benefit for State Retirees Changes the statutory lump-sum death benefit payable to survivors of retired state members to \$5,000.
AB 439 Pescetti Chapter 482, Statutes of 2000		Santa Clara County Park Rangers Adds a new definition of "county peace officer," available as an option to Santa Clara County, that includes county parks department employees whose duties include law enforcement, emergency medical care first response, or fire suppression and prevention.
AB 448 Floyd Chapter 882, Statutes of 2000	Sponsor	Local Agency Contract Amendments; Part-Time Classified School Employees Alternative Plan; New Formula for 1937 Act Plans Permits a contracting agency, by memorandum of understanding, to make some or all of its employees in a member classification subject to the retirement benefit formula now applicable to other employees in that same member classification. Makes some minor changes to permit development of the alternative retirement plan for part-time classified school employees authorized by legislation enacted in 1997. Adds a new optional formula for 1937 Act retirement plans. Prior to 8/18/00, this bill would have repealed a limitation on industrial disability allowances.
AB 553 Strom-Martin Failed Passage	Neutral	Local Safety for Child Protective Service Workers Prior to the 3/8/00, this bill would have permitted the reclassification of protective service workers as local safety members, rather than miscellaneous members, by contract amendment of contracting counties. Final version relates to special environmental design license plates and coastal conservation.
AB 596 Honda Chapter 834, Statutes of 1999	Neutral	Peace Corps and America Corps:VISTA Service Credit Allows eligible members to elect to purchase credit in CalPERS for up to three years of service as volunteers in the Peace Corps or America Corps:VISTA. This provision would apply to employees of local agencies only if added through contract amendment.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 649 Machado Chapter 402, Statutes of 2000		Department of Personnel Administration Omnibus Bill Provisions pertaining to CalPERS include membership and election rights from CalPERS to CalSTRS under specified conditions; amendment to "state peace officer/firefighter member" definition for certain Dept. of Justice employees; effective dates of reclassifications to state safety member category; sunset of partial disability allowance related to the NextStep program; repeal of an obsolete PEMHCA provision; and appropriation of funds for the Rural Health Care Equity Program. Urgency measure effective 9/11/00.
AB 688 Steinberg Vetoed		Health Benefit Plan Costs Requires the State employer to pay all increases in health benefits plan premiums for state employees enrolled in the PEMHCA program from January through July 2, 2001. Also establishes a Health Care Quality Cost Protection Committee to explore and develop cost containment concepts.
AB 738 Davis Chapter 770, Statutes of 1999		Credit for Unused Educational Leave Provisions related to CalPERS programs provide additional service credit at retirement for unused educational leave for state members, as specified. Urgency measure effective 10/10/99. Prior to 9/8/99, this bill, supported by CalPERS, provided a new pre-retirement death benefit to survivors of state and local members based upon the member's length of service regardless of the member's age at death.
AB 799 Keeley Chapter 259, Statutes of 1999	Neutral	Monterey County Peace Officers Permits the County of Monterey to amend its contract with CalPERS to establish different pension benefits for some county peace officer members. Sunsets January 1, 2002.
AB 813 Assembly PER&SS Committee Chapter 785, Statutes of 1999	Sponsor	CalPERS Omnibus Technical Bill Makes a number of minor and technical revisions to the law administered by CalPERS.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 817 Assembly PER&SS Committee Chapter 897, Statutes of 1999	Sponsor	Legislators' Retirement System Contributions Eliminates the statutory 18.81% State contribution to the Legislators' Retirement System, and instead provides that the rate shall be annually established in the same manner rates are set for the Public Employees' Retirement Fund. The CalPERS Board of Administration would be authorized to reduce the statutory rate paid by members for any year in which the State contribution rate is zero.
AB 821 Assembly PER&SS Committee Chapter 1028, Statutes of 2000		One Year Final Compensation for CalSTRS Members Reduces the final compensation period from 36 months to 12 months for CalSTRS members. Prior to 1/10/00, this bill would have enacted similar provisions for school members of CalPERS. However, one-year final compensation for CalPERS school members was enacted by SB 400 in 1999.
AB 1009 Correa Chapter 483, Statutes of 2000	Co-Sponsor	80% Purchasing Power Protection Guaranteed for Local Agency Retirees Guarantees that the purchasing power of allowances paid to local contracting agency retirees will be maintained at not less than 80% of their original purchasing power and modifies funding of the PPPA so that each employer will fund the benefits of its own retirees from its own assets. Urgency measure effective 9/19/00.
AB 1013 Scott Chapter 446, Statutes of 1999		State Safety Employees Election; Special Definitions for PEMHCA Eligibility; Vesting for Annuitant Health Benefits Enacts provisions negotiated through the collective bargaining process. Permits state safety employees who previously elected to remain under the miscellaneous or industrial retirement benefit to elect to be subject to the state safety benefit. Repeals special definitions for PEMHCA eligibility applicable to state employees in bargaining units 8, 16, and 19; makes the vesting requirements for the state employer contribution for annuitant health benefits applicable to all state civil service and excluded employees, rather than by MOU. Urgency measure effective 9/21/99.
AB 1323 Floyd Chapter 296, Statutes of 1999	Neutral	One-Year Final Compensation for Retired Legislative Employees Provides one-year final compensation calculation for legislative employees who retired between January 1 and March 31, 1991. The enhancement would be for prospective payments only.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 1528 Strom-Martin Chapter 272, Statutes of 1999		Special Definition for PEMHCA Eligibility; Vesting for Annuitant Dental Benefits Removes Unit 8 (state firefighter) employees from special definition for PEMHCA eligibility. Deletes provisions making vesting for annuitant dental benefits requirement retroactively applicable to Unit 16 (physicians and dentists) employees. Urgency measure effective 8/31/99.
AB 1639 Assembly PER&SS Committee Chapter 926, Statutes of 1999		Limited-Term Continuation of Employer Contribution for Health, Dental, and Vision Benefits for Survivors of State Employees Requires the state employer to continue to pay the employer contribution for health, dental, and vision benefits for eligible survivors for up to 120 days after the employee's death and requires CalPERS to notify survivors of this contribution requirement. Applies to exempt employees and represented employees by MOU. Urgency measure effective 10/10/99. Prior to 3/03/99, this bill would have provided for full funding of the Judges' Retirement System (JRS) over a 30-year period.
AB 1740 Ducheny Chapter 52, Statutes of 2000		Budget Act for 2000-2001 Fiscal Year This bill provides for the appropriations needed to support the functions of state government for the 2000-2001 fiscal year. Urgency measure effective 6/30/00.
AB 1751 Kuehl Failed Passage		Health Plan Contracts; Arbitration Prohibits health care service plan contracts from requiring enrollees to agree to binding arbitration as a condition of enrollment, but allows enrollees to voluntarily agree to resolve disputes through arbitration after a dispute has arisen.
AB 1759 Papan Vetoed	Support	Public Records; Internet Reporting Requires every state agency that maintains an Internet site to post a list of reports and studies, as specified, initiated and prepared by or for that state agency that are otherwise subject to disclosure pursuant to the California Public Records Act. Requires these state agencies to list on the site all pending reports or studies. Each item listed must remain on the list for at least one year.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 1829 Correa Failed Passage	Co-Sponsor	\$5,000 Death Benefit for State and School Retirees Increases the death benefit from \$2,000 to \$5,000 for state and school members who retired on or before July 3, 2001.
AB 1889 Cedillo Chapter 872, Statutes of 2000		Prohibited Use of State Funds Prohibits recipients of state funds from using those funds to assist, promote, or deter union organizing. Prohibits use of state funds to reimburse a state contractor for costs incurred to assist, promote or deter union organizing and requires state contractors to maintain sufficient records. Prohibits employers conducting business on state property pursuant to a contract with the state from using state property to hold meetings to assist, promote, or deter union organizing.
AB 1937 Correa Chapter 237, Statutes of 2000	Support	Ad Hoc Increase for Local Agency Retirees Authorizes local contracting agencies, by contract amendment, to provide up to a 6% increase in the allowances paid to their current retirees. The amount of the increase depends on the year of retirement. This bill would also amend the County Employees Retirement Law of 1937 to provide improved benefit formulas for safety members and an up to 6% increase in retirement allowances paid to current retirees.
AB 1955 Migden Chapter 961, Statutes of 2000		Judges' Retirement - Extended Service Incentive Program Establishes the Extended Service Incentive Program to encourage JRS I members who have already served on the bench for a minimum of 20 years and who are at least 60 years old to continue judicial service.
AB 2019 Wildman Failed Passage	Co-Sponsor	Vision Care Benefits for State Retirees Requires CalPERS to provide vision care benefits, comparable to those provided to active state employees, to state annuitants who retire on or before July 3, 2001.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 2030 Correa Failed Passage		Deferred Retirement Option Program (DROP) for Local Agencies Establishes a Deferred Retirement Option Program for local members whose employer elects to be subject to the program. The DROP is to be implemented by July 1, 2002, but may be extended to no later than January 1, 2003, if the CalPERS Board determines additional time is needed for implementation. Prior to 8/23/00, would have increased the benefit limit to 90% of final compensation for local safety members who retire on or after January 1, 2001. Prior to 6/15/00, would have reduced the school member contribution rate from 7% to 6%.
AB 2100 Dutra Failed Passage		California Electronic Government and Information Act Enacts the California Electronic Government and Information Act, to designate the Department of Information Technology, under the direction of the Chief Information Officer, as the state agency responsible as for administering, managing, maintaining, and establishing policies for the use of the domain of the State of California on the Internet.
AB 2118 Bock Failed Passage	No Position	Feasibility of Merging CalSTRS and CalPERS Requires the Boards of CalSTRS and CalPERS to evaluate the significant benefits of or obstacles to merging CalSTRS and CalPERS, recommend whether a complete feasibility study and implementation plan for such a merger should be prepared, and include estimated costs of conducting the study and developing the plan. The evaluation report shall be submitted to the Legislature by 07/01/01. If the report recommends a full study be conducted, that study and implementation plan shall be completed and submitted to the Legislature by 08/01/02.
AB 2177 Assembly PER&SS Committee Chapter 1030, Statutes of 2000	Support	Compensation and Service Credit and Social Security Offset Elimination for School Members; CSU Scope of Representation Clarifies and standardizes reporting of compensation and service of school employees, and holds school districts accountable for failure to report as required. Eliminates the Social Security offset for retirement contributions and benefit payments for school members of CalPERS. Adds state member retirement benefits to the scope of bargainable benefits for CSU employees.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 2274 Cedillo Failed Passage	Support	School Member Contributions Reduces the school member normal contribution rate from 7% to 5% of compensation.
AB 2281 Alquist Failed Passage	Support	Long-Term Care Insurance; Income Tax Deduction Allows most taxpayers to deduct the cost of long-term care insurance for the taxpayer, spouse, and dependents. The deduction will be phased in over 5 years, beginning with 25% of the insurance costs for the 2002 tax year, increasing to 100% for the 2007 tax year and later. Requires the Franchise Tax Board to annually report information about deductions claimed.
AB 2285 Florez Chapter 357, Statutes of 2000	Neutral	Rehabilitation Facilities as Contracting Agencies Authorizes specified rehabilitation facilities or regional centers for the developmentally disabled to enter into a contract for participation in CalPERS under specified conditions.
AB 2331 Floyd Chapter 966, Statutes of 2000		Reciprocity; Period Between Employment Clarifies that the number of days that can transpire between active membership in a 1937 Act retirement system and other public retirement systems in order to qualify for reciprocity is 180 days. Makes minor technical wording changes.
AB 2338 Floyd Vetoed		City of Long Beach Benefit Formulas; Local Agency Contribution for Annuitant Health Benefits Permits the City of Long Beach to make its local miscellaneous members subject to the 2% at age 50 formula if it elects to make its local safety members subject to the 3% at age 50 formula. Permits contracting agency employers to pay more than the required employer contribution for annuitants, not to exceed 100% of premium. Requires contracting agency employers that have elected to be subject to the health benefits vesting requirements to pay a post-retirement employer contribution for employees who worked 20 or more years for that agency, regardless of the employer from which those employees ultimately retire.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 2383 Keeley Chapter 874, Statutes of 2000	Sponsor	PEMHCA Flexibility Allows schools and contracting agencies, as defined, to offer health benefits coverage under PEMHCA to less than half-time employees, as defined. Expands the definition of "annuitant" to include, under specified conditions, surviving family members of deceased retired CalSTRS members. Permits CalPERS, at the request of the CalSTRS Board, to submit a proposal to administer a health benefits program for retired CalSTRS members and their dependents.
AB 2421 Migden Vetoed		Domestic Partners Expands existing domestic partner provisions by permitting opposite sex partners to register with the Secretary of State if only one of the partners (rather than both) is age 62 or older and meets the eligibility criteria under the Social Security Act.
AB 2458 Wesson Vetoed	Neutral, with amendments	State Safety for Certain Department of Justice Employees Includes specified classifications at the Department of Justice in the category of state safety members.
AB 2463 Wiggins Chapter 904, Statutes of 2000	Co-Sponsor	Eligibility for Health Benefits Enrollment Permits annuitants and survivors who were eligible for, but not actually enrolled in, health benefits coverage under PEMHCA upon retirement to enroll in the program within 60 days of retirement or during any future annual open-enrollment period. Prior to 6/12/00, this bill would have required annual cost of living adjustments to CalPERS allowances be paid beginning February 1 each year, rather than April 1.
AB 2539 Assembly Judiciary Committee Chapter 135, Statutes of 2000		Code Maintenance Makes minor technical amendments to existing provisions based on the recommendation of the Legislative Counsel, without making any substantive changes in the law.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 2615 Pacheco, Rod Failed Passage	No Position	Special Death Benefit Increases Provides that the final compensation upon which Special Death Benefits paid to eligible survivors are based shall be increased correspondingly whenever the compensation paid to active employees in the same job classifications and membership categories is increased. These increases shall cease upon the death of the surviving spouse or the date at which the deceased member would have attained age 50, whichever is earlier. (These provisions were incorporated into AB 2621 on 06/19/00.)
AB 2620 Pescetti Failed Passage		City of Sacramento Local Police Adds a definition of "local police officer" to include City of Sacramento employees who perform emergency communication duties.
AB 2621 Pacheco, Rod Chapter 1031, Statutes of 2000	Support, if amended (As Introduced 02/25/00)	Pre-Retirement Death Benefits - Eligible Children; Special Death Benefits - Increases Deletes the provision that children of deceased members who are eligible for the special death benefit lose that eligibility upon adoption and would restore those benefits for the children who eligibility was previously terminated due to adoption. Provides that the final compensation upon which Special Death Benefits paid to eligible survivors are based shall be increased correspondingly whenever the compensation paid to active employees in the same job classifications and membership categories is increased. These increases shall cease upon the death of the surviving spouse or the date at which the deceased member would have attained age 50, whichever is earlier. Benefit recalculations will occur annually according to a specified schedule.
AB 2642 Calderon Vetoed	Oppose, unless amended (As Introduced 02/25/00)	Local Agency and 1937 Act System Benefit Formulas Authorizes local contracting agencies to provide a 2.5% at age 55 or a 2.7% at age 55 retirement formula for local miscellaneous members, provided that the last annual actuarial valuation indicates the agency's miscellaneous plan is more than 100% funded. Makes a 2% at age 50 retirement formula available to 1937 Act county retirement systems that have excess assets.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
AB 2745 Kaloogian Failed Passage		California State Investment Transparency and Disclosure Act By January 15 each year, requires CalPERS and CalSTRS to investigate publicly available information and report to the Legislature the investment of each system's assets during the prior year in international corporations doing business in countries on the U.S. State Department's list of terrorist-sponsoring nations or the U.S. Treasury Department's list of foreign asset controls.
AB 2840 Assembly PER&SS Committee Chapter 489, Statutes of 2000	Sponsor	Service Credit Costing Simplifies the methods for determining the cost for purchasing various types of service credit under CalPERS.
AB 2911 Assembly Judiciary Committee Vetoed	Neutral	Supplemental Contributions Program Participation; JRS II Reciprocity Authorizes judges who are members of the Judges' Retirement System (JRS) or the Judges' Retirement System II (JRS II) to participate in the Supplemental Contributions Program. Adds provisions for reciprocity between JRS II and CalPERS and between 1937 Act County Systems and JRS and JRS II.
ACA 12 Papan Chapter 83, Statutes of 2000	Support	Legislators Optional CalPERS Membership The California Constitution currently prohibits Legislators' participation in any retirement system except Social Security. This bill would allow any Legislator serving on or after November 1, 1990, to elect to participate in CalPERS. The State would pay only the employer contributions to the plan. This measure was submitted to the voters as Proposition 33 on the November 7, 2000 election ballot; failed passage.
AJR 9 Correa Res. Chapter 40, Statutes of 1999		Resolution Against Mandatory Social Security Coverage This measure would memorialize the President and the Congress of the United States not to include mandatory Social Security coverage on non-covered state and local government employees in any Social Security reform legislation. Filed with the Secretary of State 5/26/99.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 64 Solis Chapter 540, Statutes of 1999	Support	Enhanced Coverage For Diabetes Treatment Requires health plans to cover specific equipment and supplies for the management and treatment of diabetes, providing it is medically necessary.
SB 73 Murray Vetoed	Neutral	Small Business Participation Goals Establishes an additional participation goal of 30% for small businesses, for bond services and in State contracting. The bill defines Small Business Enterprise, and defines how goals are to be determined by awarding departments.
SB 105 Burton Chapter 341, Statutes of 1999	Neutral	Investments; Northern Ireland Requires CalPERS and CalSTRS to annually investigate the extent to which U.S. corporations operating in Northern Ireland, in which they have invested, adhere, in compliance with the law applicable in Northern Ireland, to the principles of nondiscrimination in employment and freedom of work place opportunity (MacBride Principles).
SB 129 Peace Chapter 984, Statutes of 2000		Privacy Protection Creates the Office of Privacy Protection within the Department of Consumer Affairs to protect the privacy of individuals' personal information by identifying consumer problems and facilitating development of fair information practices. Requires each state agency and department to designate a position responsible for privacy policy.
SB 138 O'Connell Chapter 3, Statutes of 1999	Neutral	85% Benefit Limit and Option 5 for State Patrol Members For state patrol members, increases benefit limit to 85% of final compensation, permits partial lump sum distribution of retirement assets, increases 1959 Survivor Benefit, affects dental coverage vesting requirements, and provides consolidated benefits. Urgency measure effective 2/18/99.
SB 160 Peace Chapter 50, Statutes of 1999		Budget Act for 1999-2000 Fiscal Year This bill provides for the appropriations needed to support the functions of state government for the 1999-2000 fiscal year. Urgency measure effective 6/29/99.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 169 Speier Failed Passage	Oppose	Health Plan Contracts Prohibits CalPERS and other State programs from contracting with HMO's that have reduced their Medicare managed care service area, unless the contract is for a reduced service area, which would also exclude the areas in which supplement to Medicare coverage is offered.
SB 234 Hughes Vetoed	Support	Purchase Power Protection for Retirees; Additional Service Credit Increases the purchasing power guarantee to 80% for local retiree allowances and 75% for State and School retiree allowances. Specifies that the cost of these payments to retirees of an employer shall be paid from the assets of that employer. Provides an additional 4 years of age and 4 years of service credit retirement enhancement for members meeting certain eligibility criteria. Increases service credit purchase limit to 5 years for approved leave of absence for time with a university, college, governmental agency, or nonprofit organization.
SB 276 Polanco Failed Passage	Neutral	Healthy Californians Act of 2000 Would develop, through a public-private partnership, a seamless, user-friendly universal health care delivery system for all California residents, no later than January 1, 2010, and establishes specific health care goals, to be funded with tobacco settlement monies.
SB 311 Perata Failed Passage	Co-Sponsor	3% COLA for State Retirees Increases from a maximum of 2% to a flat 3% the annual cost of living adjustment for retired State First Tier members.
SB 325 Brulte Failed Passage	No Position	Defined Contribution Plan Participation for Exempt State Employees Allows exempt employees appointed by the Governor on or after January 1, 1999, to elect to participate in a defined contribution plan established and administered by CalPERS in lieu of participating in the CalPERS defined benefit plan for State employees.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 339 Burton Chapter 776, Statutes of 1999		Augmentation of Budget Act Appropriations - State Employee Compensation Appropriates \$601,220,000, as scheduled, in augmentation of 1999-2000 Budget Act appropriations related to State employee compensation. Urgency measure effective 10/10/99. Prior to 9/10/99, this bill (then authored by Senator Baca) increased the local safety retirement benefit cap to 85%. Prior to 7/7/99, this bill allowed CalPERS to establish risk pools for school and local agency employers.
SB 396 Ortiz Failed Passage	Sponsor	Deferred Retirement Option Program (DROP) Authorization Authorizes CalPERS to establish a deferred retirement option program.
SB 397 Ortiz Chapter 684, Statutes of 1999	Co-Sponsor	Local Agency Golden Handshake Restores the authority of local agencies to contract with CalPERS for two years of additional service credit for their employees. Also requires the local agencies to provide for public disclosure prior to the contract amendment.
SB 399 Ortiz Chapter 630, Statutes of 1999		State Member Contributions Sets state member contribution rate for Units 4 and 15 by MOU for the period 1/1/00 through 8/31/00. Urgency measure effective 10/10/99. Prior to 9/10/99, this CalPERS-sponsored bill closed Second Tier to State employees hired on or after January 1, 2000.
SB 400 Ortiz Chapter 555, Statutes of 1999	Sponsor	CalPERS Benefit Equity for State and School Members Provides one-year final compensation to School members; establishes the improved State miscellaneous formula as the primary formula for State employees hired on or after January 1, 2000; allows current Second Tier members to elect First Tier for future service and purchase past Second Tier service under First Tier; provides a 2% at 55 benefit formula to State and School members, 3% at 50 for patrol, 3% at 55 for State Peace Officers/Firefighters, and 2.5% at 55 for State Safety members; provides an ad hoc increase of up to 6% to current State and School retirees, provides State and School members not covered by Social Security a new, higher pre-retirement death benefit, and adds Sergeants-at-Arms of the Legislature to the State Peace Officer/Firefighter membership category.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 401 Karnette Chapter 457, Statutes of 1999		Memoranda of Understanding - Units 2, 9, 10, 12 & 13 Provisions related to CalPERS programs clarify and/or establish State safety classifications, change death benefit provisions, modify definitions of "employee" and "family member" for health benefits, give certain survivors the employer contribution for health and dental coverage, and establish vesting requirements for dental coverage. Urgency measure. Prior to the 9/09/99 amendments, this bill by Senator Ortiz would have established a Supplemental Contribution Program for State, School, and contracting agency members and directed school member contributions which exceed those needed to fund the defined benefit plan to the Supplemental Contribution Program.
SB 402 Chapter 906, Statutes of 2000		Binding Arbitration for Local Law Enforcement Officers and Firefighters Provides final and binding arbitration of disputes regarding economic issues within the scope of arbitration between any local agency employer and employee organizations representing its firefighter or law enforcement employees, as specified. The economic issues include salaries, wages and overtime pay, health and pension benefits, vacation and other leave reimbursements, incentives, differentials, and all other forms of remuneration.
SB 468 Polanco Failed Passage	Support	Mental Health Parity Requires health plans to provide comprehensive coverage for the treatment of most types of mental illnesses, excluding substance abuse disorders.
SB 498 Schiff Failed Passage	Neutral	90% Benefit Limit for Local Safety Members Increases the retirement benefit limit to 90% of final compensation for local safety members who retire on or after January 1, 2000.
SB 514 Chesbro Chapter 743, Statutes of 1999	Sponsor	Rural Health Care Equity Trust Fund for State Members Establishes the Rural Health Care Equity Trust Fund, to be administered by the Department of Personnel Administration, to subsidize health care costs incurred by State employees and retirees in rural areas where there is no access to an HMO. Specifies the methods for determining amounts to be contributed for represented, excluded, and retired State employees. Provisions become inoperative no later than January 1, 2005.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 522 Wright, C. Chapter 307, Statutes of 1999	Sponsor	Supplemental Contributions Program Makes technical and clarifying changes to the CalPERS Supplemental Contribution Program.
SB 528 Burton Vetoed	Sponsor	SB 400 Clean-up Makes clarifying and technical amendments made necessary by the passage of SB 400 in 1999. Also makes several other amendments relating to service credit, minimum service, and post-retirement employment. Urgency measure.
SB 583 Baca Chapter 474, Statutes of 1999	Sponsor	Supplemental Defined Benefit Plans; Risk Pools for Schools and Local Agencies Permits participation in a publicly funded supplemental defined benefit plan, in addition to the CalPERS plan, under specified circumstances. If the combined benefits exceed the limits in federal law, the benefits payable under the supplemental plan would be reduced. Permits CalPERS to establish "retirement pools" so that contracting local agencies and school districts can share experience and risk under the retirement plan. Allows CalPERS to combine both the assets and liabilities for employers within their respective pool in order to establish a uniform contribution rate.
SB 615 Burton Chapter 778, Statutes of 1999		State Patrol Member Contributions and Prior Service; 90% Benefit Limit for State POFF; DROP Program Feasibility Provides for employer-paid member contributions for state patrol members until June 30, 2001, then the member's contribution is reduced to 1.5% of earnings over \$863, with the state paying the difference. State patrol members shall have their past POFF service credited under the improved POFF formula at no cost. Increases the benefit limit for state POFF members and their supervisors (upon DPA approval) to 90% of final compensation. Requires DPA to investigate the feasibility of developing a DROP program for state patrol members and correctional officers. Urgency measure effective 10/10/99.
SB 800 Dunn Chapter 633, Statutes of 1999		85% Benefit Limit for Local Safety Members Increases the benefit limit from 75% to 85% of final compensation for local safety members who retire on or after January 1, 2000.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 857 Peace Chapter 988, Statutes of 2000	No Position	Judges' Retirement System Benefits for Former Spouses Provides that former spouses of retired judges, whose divorce occurred after the judge retired, may elect an actuarially adjusted lifetime benefit, as currently available to former spouses in pre-retirement divorce situations. Also makes this election available to former spouses of judges who (1) divorced and retired before the current pre-retirement divorce option became law, or (2) are now deceased.
SB 966 Senate Judiciary Committee Chapter 83, Statutes of 1999		Code Maintenance Makes minor technical amendments to existing provisions based on the recommendation of the Legislative Counsel, without making any substantive changes in the law.
SB 976 Perata Chapter 671, Statutes of 1999	Support	Judges Systems Survivor Benefits Enables the surviving spouse of a judge who was retired for disability under JRS II to receive an allowance equal to 50% of the deceased judge's allowance. Permits active judges under JRS and JRS II to make an irrevocable election to provide an Option 2 benefit to a survivor in the event of the judge's pre-retirement death. Permits judges on disability retirement to hold public office without loss of pension benefits.
SB 1073 Senate PE&R Committee Chapter 310, Statutes of 1999	Neutral	Temporary Disability Allowance for State Employees Provides that State employers will pay a temporary disability allowance to employees that they place on involuntary leave status pending an employer-requested disability retirement determination.
SB 1245 Hayden Chapter 216, Statutes of 1999		Investments; Compensation to Victims of World War II Slave and Forced Labor Provides that any slave or forced labor victim of WWII, or heir of the victim, may bring an action to recover compensation against any entity for whom that labor was performed. Extends the statute of limitations for these actions until December 31, 2010. Also requires the State Treasurer, CalPERS, and CalSTRS to monitor and report on investments in companies and affiliates doing business in California that owe compensation to victims of slave and forced labor during WWII.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 1312 Baca Vetoed	Support	Deferred Retirement Option Program (DROP) for State and Local Agencies Establishes a backward DROP for state members, subject to agreement in an MOU, and for local members employed by local agencies that elect to be subject to the program. At the time of retirement, eligible members may elect DROP for a period between one and five years. Directs CalPERS to implement the program by January 1, 2002, or if deemed necessary by the Board, no later than either July 1, 2002, or six months after a memorandum of understanding making the DROP applicable is ratified. Requires CalPERS to report by June 1, 2001, the likely cost impact of the DROP to the State employer for the 2001-2002 fiscal year, and to report by January 1 annually to the Department of Personnel Administration (DPA) on the fiscal impact of the DROP for state members. Authorizes DPA to terminate the DROP program for state members by written notice to the Board if the program is not cost-neutral and has increased the state employer liability. The terms of DROP termination for state members shall be subject to collective bargaining.
SB 1396 Burton Chapter 611, Statutes of 2000	Oppose	San Diego County Office of Education - State and School Benefits Prior to 8/25/00, this bill (then authored by Senator Alpert) would have made the state and schools ad hoc increase and 2% at age 55 retirement formula available as an option to the San Diego County Superintendent of Schools until January 1, 2004. As enacted, this bill relates to property tax revenue shift.
SB 1446 Hughes Failed Passage	Sponsor	80% Purchase Power Protection Guaranteed for State and School Retirees Guarantees that the purchasing power of allowances paid to school retirees and to state retirees, who retire on or before July 3, 2001, be maintained at not less than 80% of their original purchasing power.
SB 1638 Burton Vetoed	Support	Minimum Annual Allowance for Retirees Establishes minimum monthly allowance amounts for eligible CalPERS retired members and their optional settlement beneficiaries and survivors, provided the member retired prior to January 1, 2000, with at least 10 years of credited state service, as defined. This bill would be operative on July 1, 2000.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 1694 Ortiz Chapter 880, Statutes of 2000	Neutral	Membership Election; CalPERS and CalSTRS Extends to state members of CalPERS employed by the State Department of Education the election currently available to school members to retain coverage under CalPERS upon accepting employment that would otherwise be subject to coverage by CalSTRS. Contains similar provisions for CalSTRS members who accept State employment, as specified, that would be subject to coverage by CalPERS.
SB 1695 Ortiz Chapter 855, Statutes of 2000	Support	Alternative Death Benefit for Local Firefighter Members Allows local contracting agencies to provide, by contract amendment, an alternative death benefit in lieu of the basic death benefit to local firefighter members credited with 20 or more years of service.
SB 1697 Ortiz Failed Passage		Benefit Increase for State Retirees Increases the monthly allowances paid to state members who retired prior to January 1, 2000, by an unspecified percentage.
SB 1767 Bowen Failed Passage		Identity Theft Restricts use of social security numbers by state or local agencies, including CalPERS. Prohibits agencies from posting social security numbers on Internet sites, printing on any documents except as required by law, or use of the social security number to access products or services. Applies to all new accounts effective July 1, 2001.
SB 1797 Alpert Failed Passage		Postretirement Employment; Teaching Allows CalPERS retirees to serve as full-time teachers in underperforming schools without reinstatement from retirement or loss or interruption of retirement benefits provided by CalPERS.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

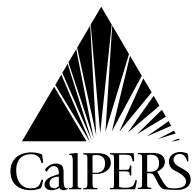
Bill Number Author	Position	Summary
SB 1880 Sher Vetoed	Support	Pharmaceutical Assistance Program Study Requires CalPERS in consultation with the Department of Health Services to contract with an independent entity to study the feasibility of aggregating the purchase of prescription drugs for PEMHCA, Medi-Cal and Medicare enrollees, those in other public programs, and uninsured and underinsured persons age 65 or older. The study shall assess the feasibility of including in the aggregate the large private sector purchasers of prescription drugs in California, and the possible effects that these purchasers could have on the economy, specifically relating to prescription drug manufacturers, biotechnology firms, and pharmacies. The study shall also determine the impact on the Medi-Cal contract drug program. The study results shall be presented to the Legislature within 18 months after securing full funding. Appropriates a total of \$730,000 to CalPERS (\$230,000 from the Public Employees' Contingency Reserve Fund and \$500,000 from the General Fund.) CalPERS may also secure additional funding from research grants or other available sources.
SB 1910 Dunn Chapter 902, Statutes of 2000		Member Contributions for State POFF Supervisors Specifies that the normal rate of contribution for State peace officer/firefighter members who are supervisors within the boards and departments of the Youth and Adult Correctional Agency shall be 8% of compensation in excess of \$863.00 per month paid to those members, for pay periods beginning after April 30, 2001.
SB 1922 Speier Failed Passage	Oppose	Uniform Prescription Copayments Requires a health care service plan that provides a prescription drug benefit to uniformly impose on all pharmacies any limitation on the copayment for, or the supply of, a prescription drug that may be provided to an enrollee or subscriber by a pharmacy. Prohibits copayment and benefit differences between community pharmacies and mail-order pharmacies.
SB 1928 Haynes Failed Passage	Oppose, unless amended	Investments in Foreign Companies; National Security Risks Encourages CalPERS and CalSTRS not to invest in foreign companies that pose threats to national security. Encourages CalPERS' and CalSTRS' fund managers to perform due diligence with respect to potential investments in foreign countries posing national security threats. Requires annual legislative reporting of investments in foreign companies doing business in terrorist-sponsoring nations or in companies placed on federal List of Foreign Asset Controls. Requires review of corporate reports and specified publicly available federal information.

SUMMARY OF 1999-2000 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 1998 Senate PE&R Committee Chapter 1002, Statutes of 2000	Sponsor	CalPERS Omnibus Technical Bill Makes clarifying and technical amendments to Government Code provisions administered by CalPERS. Corrects 2000-2001 Budget Act appropriations for Item 9650 for State employer contributions for annuitant health and dental benefits.
SB 2122 Ortiz Chapter 320, Statutes of 2000	Support	Joint Retirement System Investment Information Sharing Act Authorizes and encourages CalPERS and CalSTRS to cooperate and share information that may assist both systems in developing and implementing investment strategies, with the advice of investment experts selected by the systems. Protects confidential status of investment related information shared between systems.
SB 2140 Burton Chapter 1010, Statutes of 2000	Neutral	Trial Court Employment Protection and Governance Act Establishes a new trial court employee personnel system governing employment, classification and compensation, labor relations, selection and advancement, employment protection, and personnel files. Includes provisions addressing retirement coverage, health benefits, and Social Security coverage.
SB 2206 Brulte Failed Passage		Riverside County Peace Officers Authorizes Riverside County to provide retirement benefits to county peace officers in a particular bargaining unit that are different from the benefits provided to other county peace officers.
SCA 16 Burton Failed Passage	No Position	Retirement System Expenditures and Independent Actuarial Review Provides that expenditures for administration and personnel of any retirement system that receives regularly scheduled contributions from the state shall be subject to appropriation in the annual Budget Act. Authorizes the Governor or the Rules Committee of both houses of the Legislature to cause an independent actuarial review of such a public retirement plan to be conducted once every 5 years beginning January 2005.

Cross Reference of Enacted Legislation by Bill Number

1999-2000 Session



CROSS REFERENCE OF ENACTED LEGISLATION BY BILL NUMBER

Assembly Bills

Assembly Bill	Author	Chapter	Statutes	Effective Date (If prior to January 1 following enactment)
AB 26	Migden	588	1999	
AB 50	Migden	947	2000	
AB 88	Thomson	534	1999	
AB 96	Shelley	871	2000	
AB 99	Cedillo	801	1999	
AB 211	Romero	12	2000	
AB 232	Alquist	800	1999	
AB 419	Firebaugh	346	2000	
AB 439	Pescetti	482	2000	
AB 448	Floyd	882	2000	
AB-596	Honda	834	1999	
AB 649	Machado	402	2000	09/11/00
AB 738	Davis	770	1999	10/10/1999
AB 799	Keeley	259	1999	
AB 813	A. PER&SS	785	1999	
AB 817	A. PER&SS	897	1999	
AB 821	A. PER&SS	1028	2000	
AB 1009	Correa	483	2000	09/19/00
AB 1013	Scott	446	1999	09/21/99
AB 1323	Floyd	296	1999	
AB 1528	Strom-Martin	272	1999	08/31/99
AB 1639	A. PER&SS	926	1999	10/10/99
AB 1740	Ducheny	52	2000	06/30/00
AB 1889	Cedillo	872	2000	
AB 1937	Correa	237	2000	
AB 1955	Migden	961	2000	
AB 2177	A. PER&SS	1030	2000	
AB 2285	Florez	357	2000	
AB 2331	Floyd	966	2000	
AB 2383	Keeley	874	2000	
AB 2463	Wiggins	904	2000	
AB 2539	A. Judiciary	135	2000	
AB 2621	Pacheco	1031	2000	
AB 2840	A. PER&SS	489	2000	
ACA 12	Papan	83	2000	
AJR 9	Correa	Res. 40	1999	Filed 05/26/99

CROSS REFERENCE OF ENACTED LEGISLATION BY BILL NUMBER

Senate Bills

Senate Bill	Author	Chapter	Statutes	Effective Date (If prior to January 1 following enactment)
SB 64	Solis	540	1999	
SB 105	Burton	341	1999	
SB 129	Peace	984	2000	
SB 138	O'Connell	3	1999	02/18/99
SB 160	Peace	50	1999	06/29/99
SB 339	Burton	776	1999	10/10/99
SB 397	Ortiz	684	1999	
SB 399	Ortiz	630	1999	10/10/99
SB 400	Ortiz	555	1999	
SB 401	Karnette	457	1999	09/21/99
SB 402	Burton	906	2000	
SB 514	Chesbro	743	1999	
SB 522	C. Wright	307	1999	
SB 583	Baca	474	1999	
SB 615	Burton	778	1999	10/10/99
SB 800	Dunn	633	1999	
SB 857	Peace	988	2000	
SB 966	S. Judiciary	83	1999	
SB 976	Perata	671	1999	
SB 1073	S. PE&R	310	1999	
SB 1245	Hayden	216	1999	
SB 1396	Burton	611	2000	
SB 1694	Ortiz	880	2000	
SB 1695	Ortiz	855	2000	
SB 1910	Dunn	902	2000	
SB 1998	S. PE&R	1002	2000	
SB 2122	Ortiz	320	2000	
SB 2140	Burton	1010	2000	

Cross Reference of Enacted Legislation by Chapter Number

1999-2000 Session



CROSS REFERENCE OF ENACTED LEGISLATION BY CHAPTER NUMBER

Chapter	Statutes	Bill Number	Author	Effective Date (If prior to January 1 following enactment)
3	1999	SB 138	O'Connell	02/18/99
12	2000	AB 211	Romero	
Res. 40	1999	AJR 9	Correa	Filed 05/26/99
50	1999	SB 160	Peace	06/29/99
52	2000	AB 1740	Ducheny	06/30/00
83	1999	SB 966	S. Judiciary	
83	2000	ACA 12	Papan	
135	2000	AB 2539	A. Judiciary	
216	1999	SB 1245	Hayden	
237	2000	AB 1937	Correa	
259	1999	AB 799	Keeley	
272	1999	AB 1528	Strom-Martin	08/31/99
296	1999	AB 1323	Floyd	
307	1999	SB 522	C. Wright	
310	1999	SB 1073	S. PE&R	
320	2000	SB 2122	Ortiz	
341	1999	SB 105	Burton	
346	2000	AB 419	Firebaugh	
357	2000	AB 2285	Florez	
402	2000	AB 649	Machado	09/11/00
446	1999	AB 1013	Scott	09/21/99
457	1999	SB 401	Karnette	09/21/99
474	1999	SB 583	Baca	
482	2000	AB 439	Pescetti	
483	2000	AB 1009	Correa	09/19/00
489	2000	AB 2840	A. PER&SS	
534	1999	AB 88	Thomson	
540	1999	SB 64	Solis	
555	1999	SB 400	Ortiz	
588	1999	AB 26	Migden	
611	2000	SB 1396	Burton	
630	1999	SB 399	Ortiz	10/10/99
633	1999	SB 800	Dunn	
671	1999	SB 976	Perata	
684	1999	SB 397	Ortiz	

CROSS REFERENCE OF ENACTED LEGISLATION BY CHAPTER NUMBER

Chapter	Statutes	Bill Number	Author	Effective Date (If prior to January 1 following enactment)
743	1999	SB 514	Chesbro	
770	1999	AB 738	Davis	10/10/1999
776	1999	SB 339	Burton	10/10/99
778	1999	SB 615	Burton	10/10/99
785	1999	AB 813	A. PER&SS	
800	1999	AB 232	Alquist	
801	1999	AB 99	Cedillo	
834	1999	AB-596	Honda	
855	2000	SB 1695	Ortiz	
871	2000	AB 96	Shelley	
872	2000	AB 1889	Cedillo	
874	2000	AB 2383	Keeley	
880	2000	SB 1694	Ortiz	
882	2000	AB 448	Floyd	
897	1999	AB 817	A. PER&SS	
902	2000	SB 1910	Dunn	
904	2000	AB 2463	Wiggins	
906	2000	SB 402	Burton	
926	1999	AB 1639	A. PER&SS	10/10/99
947	2000	AB 50	Migden	
961	2000	AB 1955	Migden	
966	2000	AB 2331	Floyd	
984	2000	SB 129	Peace	
988	2000	SB 857	Peace	
1002	2000	SB 1998	S. PE&R	
1010	2000	SB 2140	Burton	
1028	2000	AB 821	A. PER&SS	
1030	2000	AB 2177	A. PER&SS	
1031	2000	AB 2621	Pacheco	